

FISCAL IMPACT STATEMENT ON BILL NO. **H.4633**

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TO:	The Honorable Harry F. Cato, Chairman, House Labor, Commerce and Industry Committee		
FROM:	Office of State Budget, Budget and Control Board		
ANALYSTS:	Beth Campbell		
DATE:	May 9, 2006	SBD:	2006218

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AUTHOR:	Representative Bingham	PRIMARY CODE CITE:	38-90-20
SUBJECT:	Captive Insurance Company - Workers' Compensation Coverage		

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ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:

\$0 (No additional expenditures or savings are expected)

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**BILL SUMMARY:**

House Bill 4633 provides that an employer who may self-fund workers' compensation coverage is authorized to write workers' compensation coverage directly through a captive insurance company. It also authorizes a captive insurance company the ability to write workers' compensation insurance.

**EXPLANATION OF IMPACT:**

The Workers' Compensation Commission and the Second Injury Fund each indicate enactment of this Bill will have no impact on the General Fund of the State or on Federal and/or Other Funds.

**LOCAL GOVERNMENT IMPACT:**

None.

**SPECIAL NOTES:**

The Board of Economic Advisors is the appropriate entity to address any revenue impact associated with this Bill.

Approved by:



Don Addy  
Assistant Director, Office of State Budget